Muriel B. Kaplan, Esq. (SBN 124607) Michele R. Stafford, Esq. (SBN 172509) SALTZMAN & JOHNSON LAW CORPORATION 120 Howard Street, Suite 520 San Francisco, CA 94105 (415) 882-7900 (415) 882-9287 - Facsimile mkaplan@silawcorp.com mstafford@silawcorp.com Attorneys for Plaintiff BAY AREA PAINTERS AND TAPERS PENSION FUND, et al. 8 10 UNITED STATES DISTRICT COURT 11 FOR THE NORTHERN DISTRICT OF CALIFORNIA 12 BAY AREA PAINTERS AND TAPERS Case No.: C07-2376 MMC 13 PENSION FUND, BAY AREA PAINTERS AND TAPERS HEALTH FUND, BAY AREA JUDGMENT PURSUANT TO 14 PAINTERS AND TAPERS JOINT STIPULATION APPRENTICESHIP TRAINING FUNDS, 15 AND THEIR JOINT BOARDS OF TRUSTEES: FRED INMAN AND CHARLES DEL MONTE, AS TRUSTEES; AND DISTRICT COUNCIL 16 OF THE 17 INTERNATIONAL UNION OF PAINTERS AND ALLIED TRADES: 18 19 Plaintiffs, 20 Ÿ. 21 RIO GRANDE PAINTING, INC. 22 Defendant. 23 24 Defendant entered into a valid collective bargaining agreement with the District l. Council 16 of the International Union of Painters and Allied Trades (hereinafter "Bargaining 25 Agreement"). This Bargaining Agreement has continued in full force and effect to the present 26 27 time. 28

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2. Defendant has become indebted to the Trust Funds for amounts due and owing under the terms of the Collective Bargaining Agreement and Trust Agreements as more fully set forth in Exhibit A attached hereto and incorporated herein by this reference. A summary of the amounts due is provided below, with interest calculated through August 15, 2007 or until contributions were paid:

Account number 2021-073116-00:

Contributions (balance due)	\$ 6,860.84	
Liquidated Damages	\$ 4,155.94	
Interest	\$ 721.59	
Total Due:	\$ 11,738.37	

Account number 1021-073116-00:

Contributions	\$ 100,581.77	
Liquidated damages	\$ 13,129.34	
Interest	\$ 4,228.28	
Total Due:	\$ 117,939.39	

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Attorney's Fees (through 8/20/07)	\$ 8,770.19
Costs of Suit	\$ 350.00
Total Due	\$ 9,120,19
Grand Total Due (all amounts above)	\$ 138,797.95

- 3. Defendant shall *conditionally* pay the amount of \$121,512.67 (the total less \$17,285.28 liquidated damages) conditioned on timely compliance with all of the terms of this Stipulation as follows:
 - On or before August 27, 2007, defendant shall pay the amount of \$5,000.
 - Beginning on September 20, 2007, and continuing on or before the
- 20th of every month thereafter for a period of 12 months (through August 20, 2008), defendant shall pay to plaintiffs \$1,415.00 per month.
 - Thereafter, beginning on September 20, 2008 and continuing on or before the

20th of every month thereafter for a period of 10 months (through June 20, 2009), defendant shall pay to plaintiffs \$4,245.00 per month.

- On or before July 20, 2009, defendant shall pay the remainder due, in one lump sum payment. Prior to this payment being due, plaintiffs will confirm, in writing, the amount of this final payment.
- 4. Defendant shall have the right to increase the monthly payments at any time, or prepay any amount at any time. Payment can be made by joint check, endorsed by defendant prior to submission to plaintiffs.
- (a) Payments shall be applied first to unpaid interest at the rate of 7% per annum on the unpaid principal balance, in accordance with plaintiffs' Trust Agreements.
- (b) Payments shall be made to the Bay Area Painters and Tapers Trust Funds, and delivered to Michele R. Stafford, Saltzman & Johnson Law Corporation, 120 Howard Street, Suite 520, San Francisco, CA 94105 on or before the 20th of each month as stated above, or to such other address as may be specified by plaintiffs. In the event that any check is not timely submitted or submitted by defendant but fails to clear the bank, or is unable to be negotiated for any reason for which Defendant is responsible, this shall be considered to be a default on the Judgment entered. If this occurs, plaintiffs shall make a written demand to defendant to cure said default. Default will only be cured by the issuance of a replacement, cashier's check, delivered to Saltzman and Johnson Law Corporation within seven (7) days of the date of the notice from plaintiffs. If defendant elects to cure said default, and plaintiffs elect to accept future payments, all such payments shall be made by cashier's check. In the event default is not cured, all amounts remaining due hereunder shall be due and payable on demand by plaintiffs.
- 5. Beginning with contributions due for hours worked by defendant's employees during the month of July 2007, to be postmarked no later than August 15, 2007, and for every

month thereafter that the Bargaining Agreement remains in effect, defendant shall remain current in contributions due to plaintiffs under the current Collective Bargaining Agreement and under all subsequent collective bargaining agreements, if any, and the Declarations of Trust as amended. Defendant shall fax a copy of the contribution report for each month, together with a copy of that payment check, to Michele R. Stafford at 415-882-9287 on the same day of mailing the payment to the Trust Fund office. To the extent that defendant is working on a Public Works job, or any other job for which Certified Payroll Reports are required, copies of said Reports will be faxed to Saltzman and Johnson Law Corporation to the attention of Michele R. Stafford concurrently with their submission to the general contractor, owner or other reporting agency.

Failure by defendant to fax reports as described above or remain current in its contributions shall constitute a default of the obligations under this agreement. The cure provisions of Paragraph 4(b) and the default provisions of Paragraph 8 shall apply. Any such uncured and unpaid or late paid contributions, together with 10% liquidated damages and 7% per annum interest accrued on the total contributions and liquidated damages, shall be added to and become a part of this Judgment and subject to the terms herein.

- 6. It is further stipulated and agreed that Clemente Limon (hereinafter referred to as "guarantor"), the CEO/President of Rio Grande Painting, Inc., shall personally guarantee payment of the amounts owed by defendant to the plaintiffs, under the terms of this Stipulation. In consideration of the terms of this Stipulation, defendant, and guarantor, submit herein to the jurisdiction of this Court and stipulate to the terms set forth herein for any additional payments due to plaintiffs pursuant to paragraphs 4 and 5 herein.
- 7. Prior to the last payment pursuant to this Stipulation, plaintiffs shall advise defendant, in writing, of the amount of the final lump sum payment and any additional amounts

claimed pursuant to the Stipulation, which shall include, but not be limited to, any additional attorneys fees and costs incurred in this matter. Said amount shall be paid with the last payment, on or before July 20, 2009.

- 8. In the event that defendant/guarantor fail to make any payment required under Paragraph 3 above, or fail to remain current in any contributions under paragraph 5 above, and fail to cure as set forth in Paragraph 4(b), then:
- (a) The entire balance of \$ 138,797.95 plus interest, reduced by principal payments received by Plaintiffs, or any other reductions as set forth in this Agreement, but increased by any unpaid contributions then due, plus 10% liquidated damages and 7% per annum interest thereon as provided in above paragraph 5 shall be immediately due, together with any additional attorneys' fees and costs under section (d) below.
- (b) A writ of execution may be obtained against defendant and guarantor without further notice, in the amount of the unpaid balance, plus any additional amounts under the terms herein, upon declaration of a duly authorized representative of the plaintiffs setting forth any payment theretofore made by or on behalf of defendant and the balance due and owing as of the date of default. Defendant and guarantor specifically consent to the authority of a Magistrate Judge for all proceedings, including, but not limited to, plaintiffs' obtaining a writ of execution.
- (c) Defendant and guarantor waive notice of entry of judgment and expressly waive all rights to stay of execution and appeal. The declaration or affidavit of a duly authorized representative of plaintiffs as to the balance due and owing as of the date of default shall be sufficient to secure the issuance of a writ of execution.
- (d) Defendant/guarantor shall pay all additional costs and attorneys' fees incurred by plaintiffs in connection with collection, transmittal and allocation of the amounts owed by defendant to plaintiffs under this Stipulation.

9. Any failure on the part of the plaintiffs to take any action against defendant or guarantor as provided herein in the event of any breach of the provisions of this Stipulation shall not be deemed a waiver of any subsequent breach by the defendant or guarantor of any provisions herein.

10. In the event of the filing of a bankruptcy petition by defendant or its guarantor, the parties agree that any payments made by defendant or guarantor pursuant to the terms of this judgment, shall be deemed to have been made in the ordinary course of business as provided under 11 U.S.C. Section 547(c)(2) and shall not be claimed by defendant or guarantor as a preference under 11 U.S.C. Section 547 or otherwise.

Defendant and its guarantor nevertheless represent that no bankruptcy filing is anticipated.

11. Defendant believes that payments may have been made to the Trust Funds that have not been applied to reduce the total amount due. Defendant is expressly reserving the right to present documentation in support of its claim that the amount due above is incorrect. In the event that the evidence presented demonstrates that a lesser amount is due, the Stipulation will be amended accordingly to reduce the amount due pursuant to this Stipulation.

Plaintiffs similarly reserve the right to demonstrate that additional amounts to those herein provided due, for periods prior to entry of this Stipulation, and in that event the Stipulation will be amended accordingly to increase the total of amounts due. Plaintiffs specifically reserve all rights available for collection of contributions incurred before or after execution of this Agreement.

1	To amend this Judgment to reduce or increase any amounts due, the parties must present
. 2	sufficient documentary evidence to demonstrate such change. Both parties reserve their rights to
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5	Dated: August 22, 2007 RIO GRANDE PAINTING, INC.
6	Dated: //kgus! 22, 2007 RIO GRANDE PAINTING, INC.
7	By Clement Times
8	Clemente Limon, CEO/President
9	Dated: AUGUST 22, 2007 CLEMENTE LIMON
10	Dated: Musus LL 2007 CLEMENTE LIMON
11	Must him
12	Personal Guarantor
13	Dated: Avgust 24, 2007 SALTZMAN & JOHNSON LAW
14	Dated: 170401 & 7 , 2007 SALTZMAN & JOHNSON LAW CORPORATION
15	Myriel Daplan and
16	By: Michele Stafford by un
17	Attorneys for Plaintiffs
18	APPROVED AS TO FORM:
19	Dated: Awayst 22, 2007 CREECH, LIEBOW & KRAUS
20	O 10-
21	By: 5-A
22	Ed Kraus Attorneys for Defendants
23	
24	IT IS SO ORDERED
25	Dated: _August 27, 2007
26	UNITED STATES DISTRICT CURT JUDGE
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'RioGr-01\Settlement\Stipulated Judgment (Redlined 8,22,07).DOC

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